

NOTICE OF PUBLIC MEETING

Arizona Family College Savings Program (AFCSP) Oversight Committee Meeting

Arizona Commission for Postsecondary Education (ACPE)

Thursday, May 30, 2019
3:00 p.m. – 5:00 p.m.

Charles Schwab – Biltmore Branch
6350 N. 24th Street
Phoenix, AZ 85016

Call-In Information
Phone Number: 978.964.0049
Passcode: 878.7321#

Pursuant to A.R.S. §38-431.02, notice is hereby given to the general public and to the members of the Arizona Family College Savings Program Oversight Committee of the Commission for Postsecondary Education ("Committee") that the Oversight Committee will hold a regular meeting open to the public at the date, time and place specified above. Members of the AFCSP Oversight Committee will attend either in person or by telephone conference call.

Pursuant to A.R.S. § 38-431.03(A) (3), the Committee may vote to hold executive session for purposes of discussion or consultation for legal advice with the attorney of the public body regarding any item on the agenda. This agenda may be amended at any time prior to 24 hours before the Committee meeting (except that items related to ratification may be amended prior to 72 hours before the Committee meeting). Any item on the agenda may be considered at any time out of order at the discretion of the Chairman. The Committee may discuss and take action regarding any item on its agenda.

Persons with a disability may request a reasonable accommodation such as a sign language interpreter, by contacting the meeting coordinator at (602) 258-2435 ext. 103. Requests should be made as early as possible to allow time to arrange the accommodation.

AGENDA

Mission: To educate and assist Arizona families to financially prepare for postsecondary education by providing quality college savings choices.

- I. Welcome, Call to Order, and Introduction of Members and Guests**
- II. Review of ACPE Policy for Records of Public Meetings**
- III. Arizona Commission for Postsecondary Education (ACPE) Executive Director Report**
 - A. Update on State Budget/Legislation
 - B. SB 1349: Family College Savings Program signed May 22, 2019
 - C. Continuation Bill and Audit Program
 - D. Developing Arizona's Human Capital Conference, Nov 15 at Tempe Mission Palms
- IV. Arizona Family College Savings Program (AFCSP) Director Report**
 - A. Review of Arizona Family College Savings Program Management Reports as of March 31, 2019
 - B. Proxy Voting
 - C. ACPE Sunset Audit 18-month Review Update
 - D. 2018-2019 Public Awareness Campaign Update by Davidson & Belluso

V. Information on Provider and Program Changes

- A. Waddell & Reed
 - 1. InvestEd Portfolio Fee reductions
- B. College Savings Bank
 - 1. 2019 FDIC-Insured White Paper
- C. Fidelity
 - 1. Annual PwC audit in progress
 - 2. 2019 Q1 Executive Summary
 - 3. FACSP Product Enhancement Proposals
 - a. Update the 529 strategic allocation and glide path
 - b. Transition underlying investments from Retail to Series funds
 - c. Remove Multi-Firm Funds
 - d. Launch 529 Blend Strategy

VI. Capital Cities March 31, 2019 Performance Report

VII. Results of Annual Provider Review Process for Calendar Year 2018

- A. Outcomes
- B. Next steps
- C. Evaluation of process

VIII. Discussion and Consideration of a Recommendation to the Arizona Commission for Postsecondary Education to Approve the Implementation of an Enhanced Glide Path and Strategic Asset Allocation

IX. Discussion and Consideration of a Recommendation to the Arizona Commission for Postsecondary Education to Approve the Elimination of the Multi-Firm Product Offering from the Fidelity Arizona Family College Savings Program (FAFCSP) and to Approve the Proposed Plan to Map and Move the Current Multi-Firm Fund Holdings Within the FAFCSP into the Corresponding Age-Based Fidelity Funds Actively Managed Portfolio.

X. Discussion and Consideration of a Recommendation to the Arizona Commission for Postsecondary Education to Approve the Addition of an Age-Based Fidelity Blend Strategy Product Offering within the Fidelity Arizona Family College Savings Program (FAFCSP).

XI. Discussion of Future Agenda Items

XII. Adjournment

2019 Oversight Committee Meetings:

Date	Day	Time	Location
February 19, 2019	Tuesday	3:00 p.m. to 5:00 p.m.	MGKS
March 28, 2019	Thursday	2:00 p.m. to 5:30 p.m.	Sacks Tierney, PA
May 30, 2019	Thursday	3:00 p.m. to 5:00 p.m.	Charles Schwab
July 25, 2019	Thursday	3:00 p.m. to 5:00 p.m.	TBD
September 19, 2019	Thursday	3:00 p.m. to 5:00 p.m.	TBD
November 21, 2019	Thursday	3:00 p.m. to 5:00 p.m.	TBD

Status of Program Provider Contracts:

PROVIDER	CONTRACT INITIATED	TERMS	CONTRACT RENEWAL/EXPIRATION
College Savings Bank	October 24, 2016	5 years + 1 two-year extension	Renewal 10/23/2021
Fidelity Investments	September 15, 2014	6 years + 1 one-year extension	Renewal 9/14/2020
Waddell & Reed	August 18, 2017	4 years + 1 three-year extension	Renewal 08/17/2021
